

ADAMS FLOOR AMENDMENT

HOUSE OF REPRESENTATIVES AMENDMENTS TO S.B. 1164

(Reference to the GOVERNMENT Committee amendment)

1   Page 5, line 21, strike the comma insert "AND"  
2   Line 23, after "ACTUARY" insert a period strike remainder of line  
3   Strike line 24, insert "THE ADMINISTRATION SHALL FILE ANNUALLY WITH THE DIRECTOR  
4   OF INSURANCE A WRITTEN STATEMENT BY A MEMBER OF THE AMERICAN ACADEMY OF  
5   ACTUARIES OR ANOTHER INDIVIDUAL ACCEPTABLE TO THE DIRECTOR OF INSURANCE  
6   CERTIFYING THAT BASED ON AN EXAMINATION BY THE INDIVIDUAL, INCLUDING A REVIEW  
7   OF THE APPROPRIATE RECORDS AND OF THE ACTUARIAL ASSUMPTIONS OF THE  
8   INDEPENDENT ACTUARY AND METHODS USED BY THE INDEPENDENT ACTUARY IN  
9   ESTABLISHING BASE PREMIUM RATES, INDEX RATES AND PREMIUM RATES FOR HEALTH  
10 BENEFITS PLANS:

11                 1. THE HEALTH BENEFIT PLAN IS IN COMPLIANCE WITH THE APPLICABLE  
12 PROVISIONS OF THIS SECTION.

13                 2. THE RATING METHODS ARE ACTUARILY SOUND."

14   Page 8, between lines 28 and 29, insert:

15                 "AA. THE ADMINISTRATION SHALL SUBMIT THE FOLLOWING TO THE JOINT  
16 LEGISLATIVE BUDGET COMMITTEE:

17                 1. QUARTERLY REPORTS REGARDING THE FINANCIAL CONDITION OF THE  
18 HEALTHCARE GROUP PROGRAM. THE REPORTS SHALL INCLUDE THE NUMBER OF PERSONS  
19 AND EMPLOYER GROUPS ENROLLED IN THE PROGRAM AND MEDICAL LOSS INFORMATION AND  
20 PROJECTIONS.

21                 2. AN ANNUAL FISCAL AUDIT.

22                 3. A COPY OF THE WRITTEN STATEMENT FILED WITH THE DIRECTOR OF  
23 INSURANCE PURSUANT TO SUBSECTION O OF THIS SECTION."

24   Reletter to conform

25   Page 12, line 25, strike "section" insert "sections"; after "36-2912.04" insert ",  
26                 36-2912.05 and 36-2912.06"

House Amendments to S.B. 1164

1 Page 13, between lines 2 and 3, insert:

2           "36-2912.05. Healthcare group audit: submission

3           THE ADMINISTRATION SHALL SUBMIT ANY PUBLIC OR PRIVATE AUDIT THAT IS  
4           AUTHORIZED OR CONDUCTED BY THE ADMINISTRATION ON THE HEALTHCARE GROUP PROGRAM  
5           TO THE GOVERNOR, THE PRESIDENT OF THE SENATE AND THE SPEAKER OF THE HOUSE OF  
6           REPRESENTATIVES WITHIN THIRTY DAYS AFTER COMPLETION OF THE AUDIT. THE  
7           ADMINISTRATOR SHALL PROVIDE A COPY OF THIS AUDIT TO THE SECRETARY OF STATE  
8           AND THE DIRECTOR OF THE ARIZONA STATE LIBRARY, ARCHIVES AND PUBLIC RECORDS.

9           36-2912.06. Utilization management control standards;  
10           establishment

11           THE ADMINISTRATION SHALL ESTABLISH UTILIZATION MANAGEMENT CONTROL  
12           STANDARDS FOR PARTICIPATING PLANS THAT MEET NATIONALLY RECOGNIZED STANDARDS  
13           FOR MANAGED CARE UTILIZATION."

14 Amend title to conform

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KIRK ADAMS

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